



QUARTERLY STATEMENT
AS OF June 30, 2010
OF THE CONDITION AND AFFAIRS OF THE
DC CHARTERED HEALTH PLAN, INC.

NAIC Group Code	0000 (Current Period)	0000 (Prior Period)	NAIC Company Code	95748	Employer's ID Number	52-1492499
Organized under the Laws of	District of Columbia		State of Domicile or Port of Entry	District of Columbia		
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health[] Dental Service Corporation[] Other[]		Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[] No[X] N/A[]		Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[X]	
Incorporated/Organized	09/12/1986		Commenced Business	09/12/1986		
Statutory Home Office	1025 15TH STREET NW (Street and Number)		WASHINGTON, DC 20005-2601 (City, or Town, State and Zip Code)			
Main Administrative Office			1025 15TH STREET NW (Street and Number)			
	WASHINGTON, DC 20005-2601 (City or Town, State and Zip Code)		(202)408-4720 (Area Code) (Telephone Number)			
Mail Address	1025 15TH STREET NW (Street and Number or P.O. Box)		WASHINGTON, DC 2005-2601 (City, or Town, State and Zip Code)			
Primary Location of Books and Records			1025 15TH STREET NW (Street and Number)			
	WASHINGTON, DC 20005-2601 (City, or Town, State and Zip Code)		(202)408-3973 (Area Code) (Telephone Number)			
Internet Web Site Address	www.chartered-health.com					
Statutory Statement Contact	GABRIEL JOSEPH HANNA (Name)		(202)408-3973 (Area Code)(Telephone Number)(Extension)			
	ghanna@chartered-health.com (E-Mail Address)		(202)289-6642 (Fax Number)			

OFFICERS

Name	Title
JEFFREY EARL THOMPSON	Chairman
GABRIEL JOSEPH HANNA	President & CEO
JOE NEIL LOWRY	Acting, Chief Financial Officer

VICE PRESIDENT

ROBERT EDWARD WATKINS, COO
LESLIE LYLES SMITH, SVP, HEALTH PLAN SRVS
LAVDENA ADAMS ORR MD, CMO

DIRECTORS OR TRUSTEES

JEFFEREY EARL THOMPSON
MYRTLE ROSALIND GOMEZ
WILLIAM JEFFREY STRUDWICK
JOHNNIE BROOKS BOOKER
NICHOLAS GEORGE KAREMBALAS

State of District of Columbia
County of ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)	(Signature)	(Signature)
GABRIEL JOSEPH HANNA		JOE NEIL LOWRY
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President and CEO	Secretary	Chief Financial Officer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this
day of , 2010
a. Is this an original filing?
b. If no, 1. State the amendment number
2. Date filed
3. Number of pages attached
Yes[X] No[]

(Notary Public Signature)

ASSETS

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31, Prior Year Net Admitted Assets
1.	Bonds	10,418,386		10,418,386	
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks				
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company (less \$.....0 encumbrances)				
4.2	Properties held for the production of income (less \$.....0 encumbrances)				
4.3	Properties held for sale (less \$.....0 encumbrances)				
5.	Cash (\$.....18,767,974), cash equivalents (\$.....3,072,396) and short-term investments (\$.....0)	21,840,370		21,840,370	28,821,414
6.	Contract loans (including \$.....0 premium notes)				
7.	Derivatives				
8.	Other invested assets				
9.	Receivables for securities				
10.	Aggregate write-ins for invested assets				
11.	Subtotals, cash and invested assets (Lines 1 to 10)	32,258,756		32,258,756	28,821,414
12.	Title plants less \$.....0 charged off (for Title insurers only)				
13.	Investment income due and accrued	79,598		79,598	30,410
14.	Premiums and considerations:				
14.1	Uncollected premiums and agents' balances in the course of collection	6,389,549		6,389,549	3,722,234
14.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
14.3	Accrued retrospective premiums	643,836		643,836	643,836
15.	Reinsurance:				
15.1	Amounts recoverable from reinsurers	197,767		197,767	210,612
15.2	Funds held by or deposited with reinsured companies				
15.3	Other amounts receivable under reinsurance contracts				
16.	Amounts receivable relating to uninsured plans				
17.1	Current federal and foreign income tax recoverable and interest thereon				
17.2	Net deferred tax asset	3,972,594	2,124,549	1,848,045	903,331
18.	Guaranty funds receivable or on deposit				
19.	Electronic data processing equipment and software	611,347	508,360	102,987	101,398
20.	Furniture and equipment, including health care delivery assets (\$.....0)	147,214	147,214		
21.	Net adjustments in assets and liabilities due to foreign exchange rates				
22.	Receivables from parent, subsidiaries and affiliates	5,401,665	1,901,037	3,500,628	3,406,511
23.	Health care (\$.....944,227) and other amounts receivable	1,438,301	494,074	944,227	3,621,825
24.	Aggregate write-ins for other than invested assets	3,947,024	3,683,342	263,682	
25.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 11 to 24)	55,087,652	8,858,577	46,229,075	41,461,571
26.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
27.	Total (Lines 25 and 26)	55,087,652	8,858,577	46,229,075	41,461,571
DETAILS OF WRITE-INS					
1001.				
1002.				
1003.				
1098.	Summary of remaining write-ins for Line 10 from overflow page				
1099.	TOTALS (Lines 1001 through 1003 plus 1098) (Line 10 above)				
2401.	DEPOSITS	149,000	149,000		
2402.	PREPAID EXPENSES	827,519	827,519		
2403.	GOODWILL	1,460,583	1,460,583		
2498.	Summary of remaining write-ins for Line 24 from overflow page	1,509,922	1,246,240	263,682	
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	3,947,024	3,683,342	263,682	

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less \$.....0 reinsurance ceded)	26,472,327		26,472,327	25,352,718
2.	Accrued medical incentive pool and bonus amounts				
3.	Unpaid claims adjustment expenses	790,658		790,658	760,582
4.	Aggregate health policy reserves				
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance				
9.	General expenses due or accrued	1,343,268		1,343,268	1,499,272
10.1	Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses))				
10.2	Net deferred tax liability				
11.	Ceded reinsurance premiums payable				
12.	Amounts withheld or retained for the account of others	117,149		117,149	6,297
13.	Remittances and items not allocated				
14.	Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)				
15.	Amounts due to parent, subsidiaries and affiliates				
16.	Derivatives				
17.	Payable for securities				
18.	Funds held under reinsurance treaties with (\$.....0 authorized reinsurers and \$.....0 unauthorized reinsurers)				
19.	Reinsurance in unauthorized companies				
20.	Net adjustments in assets and liabilities due to foreign exchange rates				
21.	Liability for amounts held under uninsured plans	5,024		5,024	4,514
22.	Aggregate write-ins for other liabilities (including \$.....0 current)	853,341		853,341	78,503
23.	Total liabilities (Lines 1 to 22)	29,581,766		29,581,766	27,701,886
24.	Aggregate write-ins for special surplus funds	X X X	X X X		
25.	Common capital stock	X X X	X X X	100	100
26.	Preferred capital stock	X X X	X X X		
27.	Gross paid in and contributed surplus	X X X	X X X	4,690,419	4,690,419
28.	Surplus notes	X X X	X X X		
29.	Aggregate write-ins for other than special surplus funds	X X X	X X X		
30.	Unassigned funds (surplus)	X X X	X X X	11,956,790	9,069,166
31.	Less treasury stock, at cost:				
31.10 shares common (value included in Line 25 \$.....0)	X X X	X X X		
31.20 shares preferred (value included in Line 26 \$.....0)	X X X	X X X		
32.	Total capital and surplus (Lines 24 to 30 minus Line 31)	X X X	X X X	16,647,309	13,759,685
33.	Total Liabilities, capital and surplus (Lines 23 and 32)	X X X	X X X	46,229,075	41,461,571
DETAILS OF WRITE-INS					
2201.	UNCLAIMED CHECKS	853,341		853,341	78,503
2202.				
2203.				
2298.	Summary of remaining write-ins for Line 22 from overflow page				
2299.	TOTALS (Lines 2201 through 2203 plus 2298) (Line 22 above)	853,341		853,341	78,503
2401.	X X X	X X X		
2402.	X X X	X X X		
2403.	X X X	X X X		
2498.	Summary of remaining write-ins for Line 24 from overflow page	X X X	X X X		
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	X X X	X X X		
2901.	X X X	X X X		
2902.	X X X	X X X		
2903.	X X X	X X X		
2998.	Summary of remaining write-ins for Line 29 from overflow page	X X X	X X X		
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date	Prior Year Ended December 31
		1 Uncovered	2 Total	3 Total	4 Total
1.	Member Months	X X X	571,515	500,915	1,025,122
2.	Net premium income (including \$.....0 non-health premium income)	X X X	128,882,371	108,992,820	229,536,215
3.	Change in unearned premium reserves and reserves for rate credits	X X X			
4.	Fee-for-service (net of \$.....0 medical expenses)	X X X			
5.	Risk revenue	X X X			
6.	Aggregate write-ins for other health care related revenues	X X X			
7.	Aggregate write-ins for other non-health revenues	X X X			
8.	Total revenues (Lines 2 to 7)	X X X	128,882,371	108,992,820	229,536,215
Hospital and Medical:					
9.	Hospital/medical benefits		42,439,717	43,407,840	88,999,492
10.	Other professional services		42,757,523	31,267,074	72,252,901
11.	Outside referrals				
12.	Emergency room and out-of-area		19,335,806	14,263,548	32,344,046
13.	Prescription drugs		10,564,390	10,019,693	20,116,696
14.	Aggregate write-ins for other hospital and medical		765,040	647,253	1,429,378
15.	Incentive pool, withhold adjustments and bonus amounts				
16.	Subtotal (Lines 9 to 15)		115,862,476	99,605,408	215,142,513
Less:					
17.	Net reinsurance recoveries		290,557	25,667	569,252
18.	Total hospital and medical (Lines 16 minus 17)		115,571,919	99,579,741	214,573,261
19.	Non-health claims (net)				
20.	Claims adjustment expenses, including \$.....2,334,001 cost containment expenses		2,824,219	3,487,426	6,903,631
21.	General administrative expenses		8,931,380	9,855,632	18,047,136
22.	Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)				
23.	Total underwriting deductions (Lines 18 through 22)		127,327,518	112,922,799	239,524,027
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	1,554,853	(3,929,979)	(9,987,812)
25.	Net investment income earned		356,104	645,146	1,081,313
26.	Net realized capital gains (losses) less capital gains tax of \$.....0				
27.	Net investment gains or (losses) (Lines 25 plus 26)		356,104	645,146	1,081,313
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)]				
29.	Aggregate write-ins for other income or expenses			154,829	154,829
30.	Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	1,910,956	(3,130,003)	(8,751,670)
31.	Federal and foreign income taxes incurred	X X X	742,325	(849,259)	(3,281,722)
32.	Net income (loss) (Lines 30 minus 31)	X X X	1,168,631	(2,280,744)	(5,469,949)
DETAILS OF WRITE-INS					
0601.	X X X			
0602.	X X X			
0603.	X X X			
0698.	Summary of remaining write-ins for Line 6 from overflow page	X X X			
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X			
0701.	X X X			
0702.	X X X			
0703.	X X X			
0798.	Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X			
1401.	OTHER MEDICAL CLAIMS - DME		765,040	647,253	1,429,378
1402.				
1403.				
1498.	Summary of remaining write-ins for Line 14 from overflow page				
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)		765,040	647,253	1,429,378
2901.	ADMIN SERVICE FEE FOR AFFILIATED COMPANIES				154,829
2902.	ADMIN SERVICE FEE FOR CHARTERED FAMILY HEALTH CTR			154,829	
2903.				
2998.	Summary of remaining write-ins for Line 29 from overflow page				
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)			154,829	154,829

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT				
33.	Capital and surplus prior reporting year	13,759,685	19,724,361	19,724,361
34.	Net income or (loss) from Line 32	1,168,631	(2,280,744)	(5,469,949)
35.	Change in valuation basis of aggregate policy and claim reserves			
36.	Change in net unrealized capital gains (losses) less capital gains tax of \$.....0			
37.	Change in net unrealized foreign exchange capital gain or (loss)			
38.	Change in net deferred income tax	1,930,499		
39.	Change in nonadmitted assets	(314,241)	641,109	(662,450)
40.	Change in unauthorized reinsurance			
41.	Change in treasury stock			
42.	Change in surplus notes			
43.	Cumulative effect of changes in accounting principles			
44.	Capital Changes:			
44.1	Paid in			
44.2	Transferred from surplus (Stock Dividend)			
44.3	Transferred to surplus			
45.	Surplus adjustments:			
45.1	Paid in			0
45.2	Transferred to capital (Stock Dividend)			
45.3	Transferred from capital			
46.	Dividends to stockholders			
47.	Aggregate write-ins for gains or (losses) in surplus	102,734		167,723
48.	Net change in capital and surplus (Lines 34 to 47)	2,887,624	(1,639,634)	(5,964,676)
49.	Capital and surplus end of reporting period (Line 33 plus 48)	16,647,309	18,084,727	13,759,685
DETAILS OF WRITE-INS				
4701.	Correction of Prior Period Accounting Error			
4702.	CHANGE IN CAPITAL ASSETS & FIXED ASSET DEPRECIATION			167,723
4703.	2009 STATUTORY AUDIT ADJUSTMENT	102,734		
4798.	Summary of remaining write-ins for Line 47 from overflow page			
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)	102,734		167,723

CASH FLOW

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations				
1.	Premiums collected net of reinsurance	126,215,056	113,693,765	233,545,866
2.	Net investment income	306,915	487,363	1,109,266
3.	Miscellaneous income			
4.	Total (Lines 1 to 3)	126,521,971	114,181,128	234,655,132
5.	Benefit and loss related payments	114,439,466	100,666,121	210,408,061
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	11,725,012	13,304,948	25,356,510
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	742,324	(849,259)	(3,281,722)
10.	Total (Lines 5 through 9)	126,906,802	113,121,809	232,482,850
11.	Net cash from operations (Line 4 minus Line 10)	(384,831)	1,059,318	2,172,282
Cash from Investments				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds			
12.2	Stocks			
12.3	Mortgage loans			
12.4	Real estate			
12.5	Other invested assets			
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7	Miscellaneous proceeds			
12.8	Total investment proceeds (Lines 12.1 to 12.7)			
13.	Cost of investments acquired (long-term only):			
13.1	Bonds	10,418,386		
13.2	Stocks			
13.3	Mortgage loans			
13.4	Real estate			
13.5	Other invested assets			
13.6	Miscellaneous applications			
13.7	Total investments acquired (Lines 13.1 to 13.6)	10,418,386		
14.	Net increase (or decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Lines 13.7 and 14)	(10,418,386)		
Cash from Financing and Miscellaneous Sources				
16.	Cash provided (applied):			
16.1	Surplus notes, capital notes			
16.2	Capital and paid in surplus, less treasury stock		0	0
16.3	Borrowed funds			
16.4	Net deposits on deposit-type contracts and other insurance liabilities			
16.5	Dividends to stockholders			
16.6	Other cash provided (applied)	3,822,173	(845,897)	(7,638,773)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	3,822,173	(845,897)	(7,638,773)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS				
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(6,981,045)	213,421	(5,466,491)
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year	28,821,414	34,287,905	34,287,905
19.2	End of period (Line 18 plus Line 19.1)	21,840,370	34,501,326	28,821,414
Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:				
20.0001			

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	88,407		20,553						67,854	
2. First Quarter	91,002		21,935						69,067	
3. Second Quarter	105,043		30,928						74,115	
4. Third Quarter										
5. Current Year										
6. Current Year Member Months	571,515		147,791						423,724	
Total Member Ambulatory Encounters for Period:										
7. Physician	176,083		53,340						122,743	
8. Non-Physician	88,145		24,150						63,995	
9. Total	264,228		77,490						186,738	
10. Hospital Patient Days Incurred	12,639		3,651						8,988	
11. Number of Inpatient Admissions	3,430		691						2,739	
12. Health Premiums Written (a)	129,622,605		21,840,788						107,781,817	
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	129,622,605		21,840,788						107,781,817	
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	114,452,310		18,676,950						95,775,360	
18. Amount Incurred for Provision of Health Care Services	115,571,919		16,059,027						99,512,892	

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.0.

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims						
1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
Individually Listed Claims Unpaid						
HOWARD UNIVERSITY HOSPITAL	338,051		(794)			337,257
PROVIDENCE HOSPITAL	402,362			(1,243)	(2,537)	398,582
CAREMARK	307,078					307,078
WASHINGTON HOSPITAL CENTER	955,604			(1,856)	(4,315)	949,433
CHILDREN'S NATIONAL MEDICAL CENTER	1,109,061	18,728				1,127,789
0199999 Individually Listed Claims Unpaid	3,112,156	18,728	(794)	(3,099)	(6,852)	3,120,139
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered	4,999,342	30,085	(1,275)	(4,978)	(11,007)	5,012,166
0499999 Subtotals	8,111,498	48,813	(2,069)	(8,077)	(17,859)	8,132,305
0599999 Unreported claims and other claim reserves						18,340,021
0699999 Total Amounts Withheld						
0799999 Total Claims Unpaid						26,472,327
0899999 Accrued Medical Incentive Pool And Bonus Amounts						

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business		Claims Paid Year to Date		Liability End of Current Quarter		5	6
		1	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec.31 of Prior Year
		On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec.31 of Prior Year	On Claims Incurred During the Year		
1.	Comprehensive (hospital & medical)	3,191,486	15,485,464	4,942,109	3,191,486	4,032,109
2.	Medicare Supplement
3.	Dental only
4.	Vision only
5.	Federal Employees Health Benefits Plan
6.	Title XVIII - Medicare
7.	Title XIX - Medicaid	22,671,019	70,436,743	127,003	21,403,214	22,798,022	21,320,609
8.	Other health
9.	Health subtotal (Lines 1 to 8)	25,862,505	85,922,207	127,003	26,345,324	25,989,508	25,352,718
10.	Healthcare receivables (a)	944,227	944,227	3,621,825
11.	Other non-health
12.	Medical incentive pools and bonus amounts
13.	Totals	24,918,278	85,922,207	127,003	26,345,324	25,045,281	21,730,893

(a) Excludes \$......0 loans or advances to providers not yet expensed.

Notes to Financial Statement

DC Chartered Health Plan, Inc. - Notes to Financial Statement

1. Summary of Significant Accounting Policies

A. Accounting Practices

No material change during this period.

B. Use of Estimates in the Preparation of the Financial Statements

No material change during this period.

C. Accounting Policies

No material change during this period.

2. Reconciliation with Amounts Reported in the Annual Statement and Audited Statutory Financial Statements

Differences between the Annual Statement filed with the Department and the accompanying audited statutory financial statements for 2009 are outlined below:

Net income as filed I the 2009 annual statement	\$(5,469,949)
Post-closing adjustments:	
To adjust federal and state income taxes	(1,229,735)
To reverse accrued salary bonuses	99,053
To adjust premiums revenue	97,778
To adjust capitation revenue	(37,721)
To adjust 2008 audit post closing entries included in 2009 filing	1,251,598
To adjust other administrative cost	<u>45,507</u>
Net loss as reported in the 2009 audited statutory financial statements	<u><u>\$(5,243,469)</u></u>
Capital and surplus reconciliation:	
Capital and surplus as filed in the 2009 annual statement	\$13,759,685
Post-closing adjustments:	
To reverse accrued salary bonuses	99,053
To adjust premiums revenue	97,778
To adjust capitation revenue	(37,721)
To adjust amounts due from affiliates	1,819,590
To adjust other administrative cost	<u>45,507</u>
Capital and surplus as reported in the 2009 audited statutory financial statements	<u><u>\$13,656,951</u></u>

3. Business Combinations and Goodwill

None

4. Discontinued Operations

None

5. Investments

A. Mortgage Loans – None.

Notes to Financial Statement

- B. Debt Restructuring – None.
- C. Reverse Mortgages – None.
- D. Loan-Backed Securities – None.
- E. Repurchase Agreements – None.
- F. Real Estate – None.
- G. Low Income Housing Tax Credits – None.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. None
- B. None

7. Investment Income

- A. None
- B. None

8. Derivative Instruments

None

9. Income Taxes

U.S. federal income tax (benefit) expense for the years ended December 31, 2009 and 2008 was \$(2,295,203) and \$1,848,045, respectively. State and local income tax (benefit) expense of \$(726,502) and \$585,052 is included in administrative expenses in the statutory statements of revenues and expenses. For the years ended December 31, 2009 and 2008, the Company's federal income taxes incurred is different from the computed expected tax expense of 35% of the income before federal income taxes due to the effect of nondeductible expenses for tax return purposes, as well as the effect of non admitted deferred tax assets.

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities at December 31, 2009 and 2008 are presented below:

	2009	2008
Gross deferred tax assets:		
Compensated absences, principally due to accrual for financial reporting purposes	67,072	67,554
Amortization of membership list	63,525	74,573
Performance bonus, due to accrual for financial reporting		92,434
Straight line lease expense	97,115	96,336
Discounted incurred but not reported healthcare costs	180,069	149,253
Property and equipment due to differences in depreciation and amortization and nonadmitted assets	1,180,924	1,158,457
Charitable contributions carry forward	350,000	
Nonadmitted assets (prepaid expenses, provider advances, amounts due from affiliates, pharmacy rebates, and other assets)	2,033,889	1,137,684
Gross deferred tax assets	3,972,594	2,776,291
Less nonadmitted gross deferred tax assets	2,124,549	1,329,366

Notes to Financial Statement

Admitted gross deferred tax assets	\$	1,848.045	1,446.925
------------------------------------	----	-----------	-----------

10. Information Concerning Parent, Subsidiaries, and Affiliates

A.- J. No change during the period

11. Debt

A -B. None

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. E. No change during the period.

13. Capital and Surplus, Shareholders’ Dividend Restrictions and Quasi-Reorganizations

- (1) None
- (2) None
- (3) None
- (4) None
- (5) None
- (6) None
- (7) None
- (8) None
- (9) None
- (10) None
- (11) None

14. Contingencies

None

15. Leases

- A. None
- B. None

16. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk

None

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

None

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the

Notes to Financial Statement
Uninsured Portion of Partially Insured Plans

- A. None
- B. None

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

None

20. Other Items

None

21. Events Subsequent

None

22. Reinsurance

- A. None
- B. None
- C. None

23. Retrospectively Rated Contracts & Contracts Subject to Redetermination

None

24. Change in Incurred Claims and Claim Adjustment Expenses

Reserves as of December 31, 2009 were \$25,352,718 for unpaid claims and \$760,582 for unpaid claims adjustment expenses. As of June 30, 2010, \$26.8 million has been paid for incurred claims (\$25,989,508) and claim adjustment expenses (\$779,685) attributable to insured events of prior years.

Reserves remaining for prior years are now \$127,003 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on Medicaid and Alliance lines of insurance. Therefore there has been a \$782,896 unfavorable (favorable) prior year development since December 31, 2009 to March 31, 2010.

The increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are decreased, as additional information becomes known regarding individual claims. Included in this decrease, the Company experienced \$782,896 of unfavorable prior year claim development.

25. Intercompany Pooling Arrangements

Notes to Financial Statement

None

26. Structured Settlements

None

27. Health Care Receivables

A. None

B. None

28. Participating Policies

None

29. Premium Deficiency Reserves

None

30. Anticipated Salvage and Subrogation

None

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes[] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[] N/A[X]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes[] No[X]
- 2.2 If yes, date of change:
3. Have there been any substantial changes in the organizational chart since the prior quarter end?
If yes, complete the Schedule Y - Part 1 - organizational chart.

Yes[] No[X]
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[] No[X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

Yes[] No[] N/A[X]
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2007
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2007
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

12/31/2008
- 6.4 By what department or departments?
District of Columbia Department of Insurance, Securities and Banking.
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes[X] No[] N/A[]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with?

Yes[X] No[] N/A[]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes[] No[X]
- 7.2 If yes, give full information
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
		Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]	Yes[] No[X]

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

Yes[X] No[]
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended?

Yes[] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes[] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes[X] No[]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$..... 3,190,500

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$..... 0
13. Amount of real estate and mortgages held in short-term investments:

\$..... 0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[] No[X]

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock		
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)		
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes[] No[X]
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes[] No[] N/A[X]
- If no, attach a description with this statement.
16. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, F - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]
- 16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Cardinal Bank	1776 K Street, Washington, DC 20006
Urban Trust Bank	715 S. Goldwyn Ave, Orlando, FL 32805

- 16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
.....

- 16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes[] No[X]
- 16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

- 16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
.....

- 17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes[X] No[]
- 17.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	89%
1.2 A&H cost containment percent	2%
1.3 A&H expense percent excluding cost containment expenses	9%
2.1 Do you act as a custodian for health savings accounts?	Yes[] No[X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes[] No[X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$..... 0

SCHEDULE S - CEDED REINSURANCE
Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsurer	5 Location	6 Type of Reinsurance Ceded	7 Is Insurer Authorized? (Yes or No)
			<div>NONE</div>			

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS
Current Year to Date - Allocated by States and Territories

		1	Direct Business Only							
			2	3	4	5	6	7	8	9
State, Etc.		Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama (AL)	N								
2.	Alaska (AK)	N								
3.	Arizona (AZ)	N								
4.	Arkansas (AR)	N								
5.	California (CA)	N								
6.	Colorado (CO)	N								
7.	Connecticut (CT)	N								
8.	Delaware (DE)	N								
9.	District of Columbia (DC)	L	21,840,788		107,781,817				129,622,605	
10.	Florida (FL)	N								
11.	Georgia (GA)	N								
12.	Hawaii (HI)	N								
13.	Idaho (ID)	N								
14.	Illinois (IL)	N								
15.	Indiana (IN)	N								
16.	Iowa (IA)	N								
17.	Kansas (KS)	N								
18.	Kentucky (KY)	N								
19.	Louisiana (LA)	N								
20.	Maine (ME)	N								
21.	Maryland (MD)	N								
22.	Massachusetts (MA)	N								
23.	Michigan (MI)	N								
24.	Minnesota (MN)	N								
25.	Mississippi (MS)	N								
26.	Missouri (MO)	N								
27.	Montana (MT)	N								
28.	Nebraska (NE)	N								
29.	Nevada (NV)	N								
30.	New Hampshire (NH)	N								
31.	New Jersey (NJ)	N								
32.	New Mexico (NM)	N								
33.	New York (NY)	N								
34.	North Carolina (NC)	N								
35.	North Dakota (ND)	N								
36.	Ohio (OH)	N								
37.	Oklahoma (OK)	N								
38.	Oregon (OR)	N								
39.	Pennsylvania (PA)	N								
40.	Rhode Island (RI)	N								
41.	South Carolina (SC)	N								
42.	South Dakota (SD)	N								
43.	Tennessee (TN)	N								
44.	Texas (TX)	N								
45.	Utah (UT)	N								
46.	Vermont (VT)	N								
47.	Virginia (VA)	N								
48.	Washington (WA)	N								
49.	West Virginia (WV)	N								
50.	Wisconsin (WI)	N								
51.	Wyoming (WY)	N								
52.	American Samoa (AS)	N								
53.	Guam (GU)	N								
54.	Puerto Rico (PR)	N								
55.	U.S. Virgin Islands (VI)	N								
56.	Northern Mariana Islands (MP)	N								
57.	Canada (CN)	N								
58.	Aggregate other alien (OT)	X X X								
59.	Subtotal	X X X	21,840,788		107,781,817				129,622,605	
60.	Reporting entity contributions for Employee Benefit Plans	X X X								
61.	Total (Direct Business)	(a)..... 1	21,840,788		107,781,817				129,622,605	
DETAILS OF WRITE-INS										
5801.	X X X								
5802.	X X X								
5803.	X X X								
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X								
5899.	TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

Q15

NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

RESPONSE
No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



95748201036500002 2010 Document Code: 365

OVERFLOW PAGE FOR WRITE-INS

ASSETS

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2404. ACCOUNTS RECEIVABLES RETURNED CHECKS	29	29		
2405. ACCOUNT RECEIVABLES - OTHER	41,249	41,249		
2406. EMPLOYEE ADVANCES	31,103	31,103		
2407. LEASEHOLD IMPROVEMENTS	451,973	451,973		(263,662)
2408. MEMBER ACQUISITION				
2409. BUSINESS CONTRACTS				
2410. NOTES RECEIVABLES	985,567	721,885	263,682	263,662
2497. Summary of remaining write-ins for Line 24 (Lines 2404 through 2496)	1,509,922	1,246,240	263,682	

STATEMENT AS OF **June 30, 2010** OF THE **DC CHARTERED HEALTH PLAN, INC.**
SCHEDULE A - VERIFICATION

Real Estate		
	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals	NONE	
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B - VERIFICATION
Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals	NONE	
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points		
9. Total foreign exchange change in book value/recorded investment		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION
Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	NONE	
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D - VERIFICATION
Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year		
2. Cost of bonds and stocks acquired	10,418,386	
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration for bonds and stocks disposed of		
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	10,418,386	
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	10,418,386	

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)
2. Class 2 (a)
3. Class 3 (a)
4. Class 4 (a)
5. Class 5 (a)	10,418,386	10,418,386
6. Class 6 (a)
7. Total Bonds	10,418,386	10,418,386
PREFERRED STOCK								
8. Class 1
9. Class 2
10. Class 3
11. Class 4
12. Class 5
13. Class 6
14. Total Preferred Stock
15. Total Bonds & Preferred Stock	10,418,386	10,418,386

Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

SI03 Schedule DA Part 1 NONE

SI03 Schedule DA Verification NONE

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SI07 Schedule DB - Verification NONE

SCHEDULE E - Verification
(Cash Equivalents)

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	1,219,928	728,156
2.	Cost of cash equivalents acquired	2,227,589	491,772
3.	Accrual of discount		
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals	375,121	
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	3,072,396	1,219,928
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	3,072,396	1,219,928

E01 Schedule A Part 2 NONE

E01 Schedule A Part 3 NONE

E02 Schedule B Part 2 NONE

E02 Schedule B Part 3 NONE

E03 Schedule BA Part 2 NONE

E03 Schedule BA Part 3 NONE

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
QE04	Bonds - Industrial and Miscellaneous (Unaffiliated)								
	CDARS @ COMMUNITY BANK PASADENA CA		12/11/2009	CARDINAL BANK	X X X	99,307	99,306.76		5*
	CDARS @ TENNESSEE COMM BANK FRANKLIN TN		12/11/2009	CARDINAL BANK	X X X	247,589	247,588.58		5*
	CDARS @ PLANTERS BANK INC		12/11/2009	CARDINAL BANK	X X X	98,309	98,308.82		5*
	CDARS @ MERCANTILE BANK		12/11/2009	CARDINAL BANK	X X X	242,196	242,195.85		5*
	CDARS @ MERRICK BANK SOUTH JORDAN UT		12/11/2009	CARDINAL BANK	X X X	242,185	242,185.45		5*
	CDARS @ FIRST FINANCIAL BANK		12/11/2009	CARDINAL BANK	X X X	242,473	242,473.05		5*
	CDARS @ FIRST FED S&L ASSN CHARLESTON SC		12/11/2009	CARDINAL BANK	X X X	238,819	238,818.60		5*
	CDARS @ DISCOVER BANK GREENWOOD DE		12/11/2009	CARDINAL BANK	X X X	232,906	232,905.75		5*
	CDARS @ RIVERBANK SPOKANE WA		12/11/2009	CARDINAL BANK	X X X	232,906	232,905.75		5*
	CDARS @ GE CAPITAL FINANCIAL INC		12/11/2009	CARDINAL BANK	X X X	225,236	225,236.13		5*
	CDARS @ AMERICAN NATL BANK APPLETON WI		12/11/2009	CARDINAL BANK	X X X	227,259	227,258.58		5*
	CDARS @ THE FIRST NA DAMARRISCOTTA ME		02/04/2010	CARDINAL BANK	X X X	94,068	94,068.29		5*
	CDARS @ CAROLINA BANK GREENSBORO NC		02/11/2010	CARDINAL BANK	X X X	93,627	93,627.44		5*
	CDARS @ THE FIRST NA DAMARRISCOTTA ME		02/11/2010	CARDINAL BANK	X X X	139,711	139,710.65		5*
	CDARS @ REPUBLIC BANK CHARLOTTE NC		04/30/2010	CARDINAL BANK	X X X	229,907	229,906.80		5*
	CDARS @ BANK GREENSBORO NC		05/10/2010	CARDINAL BANK	X X X	94,245	94,244.77		5*
	CDARS @ LUANA SAVINGS BANK LUANA IA		05/10/2010	CARDINAL BANK	X X X	235,612	235,611.93		5*
	CDARS @ PLANTERS BANK INC		05/10/2010	CARDINAL BANK	X X X	141,367	141,367.16		5*
	CDARS @ STATE FARM BANK		05/10/2010	CARDINAL BANK	X X X	237,665	237,665.18		5*
	CDARS @ NCB SAVINGS BANK		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ BRAND BANKING COMPANY		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ STANDARD B&T COMPANY		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ WEBBANK CORP		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ AMERICAN EXPR CENTURION		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ BMW BANK NA		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ PARAGON COMMERCIAL BANK		12/11/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ BARABOO NATL BANK		12/16/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ FIRST BANK LEXINGTON TENN		12/16/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ FIRST BUSINESS BANK		12/17/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ ALLY BANK		12/18/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ CITIZENS STATE BANK		12/18/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ INDEPENDENT BANK		12/18/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ LEADERS BANK		12/21/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ FIRST COMMERCIAL BANK		12/22/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ NATL BANK OF SOUTH CAROLINA		12/23/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ TRIAD BANK MO		12/23/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ WSB HOLDINGS INC		12/30/2009	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ ESSA BANK		02/11/2010	CARDINAL BANK	X X X	153,000	153,000.00		5*
	CDARS @ BLOOMFILD STATE BANK		02/11/2010	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ MOUNTAIN NATIONAL		02/09/2010	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ HINSDALE BAND & TRUST CO		02/09/2010	CARDINAL BANK	X X X	150,000	150,000.00		5*
	CDARS @ ISB COMMUNITY BANK		02/11/2010	CARDINAL BANK	X X X	150,000	150,000.00		5*
	CDARS @ FARMERS BANK AULT CO		02/11/2010	CARDINAL BANK	X X X	100,000	100,000.00		5*
	CDARS @ COLUMBUS BANK & TRUST		04/30/2010	CARDINAL BANK	X X X	175,000	175,000.00		5*
	CDARS @ KS BANK		05/06/2010	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ LYONS NATIONAL BANK		05/10/2010	CARDINAL BANK	X X X	250,000	250,000.00		5*
	CDARS @ FIRST SENTRY BANK		05/06/2010	CARDINAL BANK	X X X	250,000	250,000.00		5*

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
.....	CDARS @ FIRST STATE BANK FSBKTR 05/19/2010	CARDINAL BANK X X X 250,000 250,000.00	5*
.....	CDARS @ FIRST SAVING BANK 05/25/2010	CARDINAL BANK X X X 95,000 95,000.00	5*
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) X X X 10,418,386 10,418,385.54 X X X
8399997	Subtotal - Bonds - Part 3 X X X 10,418,386 10,418,385.54 X X X
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly) X X X X X X X X X X X X X X X
8399999	Subtotal - Bonds X X X 10,418,386 10,418,385.54 X X X
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) X X X X X X X X X X X X X X X
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly) X X X X X X X X X X X X X X X
9899999	Subtotal - Preferred and Common Stocks X X X X X X X X X
9999999	Total - Bonds, Preferred and Common Stocks X X X 10,418,386 X X X X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0.

E05 Schedule D Part 4 NONE

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances										
1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	*
							First Month	Second Month	Third Month	
open depositories										
THE WASHINGTON TRUST										
COMPANY OF WESTERLY	WESTERLY, RI	09/02/2010		0.021	1,280		244,341	244,772	245,204	X X X
TEXAS CHAMPION BANK	ALICE, TX	09/02/2010		0.021	1,280		244,341	244,772	245,204	X X X
FIRST BANK OF GEORIG	AUGUSTA, GA	09/02/2010		0.021	1,280		244,341	244,772	245,204	X X X
AMERICAN BANK AND										
TRUST COMPANY NA	DAVENPORT, IA	09/02/2010		0.021	1,280		244,341	244,772	245,204	X X X
MOUNTAIN WEST BANK NA	HELENA, MT	09/02/2010		0.021	1,158		221,022	221,412	221,803	X X X
MIDSOUTH BANK	MURFREESBORO, TN	09/02/2010		0.021	264		50,458	50,547	50,636	X X X
UNITED WESTERN BANK	DENVER, CO	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
DAIRY STATE BANK	RICE LAKE, WI	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
FARMERS AND										
MERCHANTS BANK	TOMAH, WI	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
MERCHANTS AND										
MANUFACTURERS BANK	JOLIET, IL	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
MICHIGAN COMMERCE										
BANK	ANN ARBOR, MI	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
TRISTATE CAPITAL BANK	PITTSBURGH, PA	09/02/2010	SD	0.021	1,280		244,299	244,731	245,163	X X X
HERITAGE BANK	JONESBORO, AR	09/02/2010	SD	0.021	1,070		204,250	204,611	204,972	X X X
LANDMARK NATIONAL BANK	MANHATTAN, KS	09/02/2010	SD	0.021	940		179,423	179,740	180,057	X X X
BANK OF EVERGREEN	EVERGREEN, AL	09/02/2010	SD	0.021	844		161,177	161,461	161,746	X X X
FIRST INTERSTATE BANK	BILLINGS, MT	09/02/2010	SD	0.021	787		150,216	150,481	150,746	X X X
FIRST NATIONAL BANK	ARCADIA, LA	09/02/2010	SD	0.021	669		127,725	127,950	128,176	X X X
MIDSOUTH BANK	MURFREESBORO, TN	09/02/2010	SD	0.021	516		98,465	98,638	98,813	X X X
VISION BANK	PANAMA CITY, FL	09/02/2010	SD	0.021	420		80,133	80,274	80,416	X X X
HORRY COUNTY STATE										
BANK	LORIS, SC	09/02/2010	SD	0.021	144		27,535	27,584	27,632	X X X
PINNACLE NATIONAL BANK	NASHVILLE, TN	09/02/2010	SD	0.021	139		26,628	26,675	26,722	X X X
UNITED AMERICAS BANK	ATLANTA, GA	09/02/2010	SD	0.021	116		22,154	22,193	22,232	X X X
BANCO POPULAR DE										
PUERTO RICO	San Juan, Puerto Rico	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
BANK OF COLORADO	Fort Collins, CO	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
BANK OF MONTGOMERY	Montgomery, LA	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
BANK OF ST. AUGUSTINE	St. Augustine, FL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
BANK OF WHITMAN	Colfax, WA	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
BRYAN BANK & TRUST	Savannah, GA	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
COASTAL BANK	Brooksville, ME	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
COMMUNITY FIRST BANK	Salisbury,MD	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
CORNERSTONE										
COMMUNITY BANK	Long Beach, NY	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
EASTERN OREGON BANK	Heppner, OR	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
FAIRFIELD NATIONAL BANK	Fairfield, CT	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
FIRST BANK	Stamford, CT	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
FIRST SECURITY TRUST										
BANK	Florence, KY	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
FIVE STAR BANK	Elmira, NY	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
GRAND BANK	Dallas, TX	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
LEADERS BANK	Wimberley, TX	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
LONE START STATE BANK										
OF WEST TEXAS	Brownfield, TX	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
METLIFE BANK	Bridgewater, NJ	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
MIDWEST BANK OF										
WESTERN ILLINOIS	Monmouth, IL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
PARK AVENUE BANK	New York, NY	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
PILOT BANK	Tampa, FL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
STONEGATE BANK	Fort Lauderdale, FL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
THE PRIVATE BANK AND										
TRUST COMPANY	Stuart, FL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
UMPQUA BANK	Idleyld Park, OR	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
VILLAGE BANK & TRUST	Arlington Heights, IL	09/16/2010		0.020	1,194		239,445	239,851	240,246	X X X
PINNACLE NATIONAL BANK	Nashville, TN	09/16/2010		0.020	1,061		212,849	213,211	213,561	X X X
CENTRAL BANK & TRUST										
COMPANY	San Diego, CA	09/16/2010		0.020	962		192,872	193,199	193,517	X X X
VISION BANK	Foley, AL	09/16/2010		0.020	795		159,410	159,680	159,943	X X X
BIG SKY WESTRN BANK	Bozeman, MT	09/16/2010		0.020	453		90,784	90,938	91,088	X X X
FIRST INTERSTATE BANK	Billings, MT	09/16/2010		0.020	446		89,413	89,565	89,712	X X X
CASS COMMERCIAL BANK	Bridgeton, MO	09/16/2010		0.020	100		20,058	20,092	20,125	X X X
PEOPLES BANK	Mendenhall, MS	09/16/2010		0.020	54		10,843	10,861	10,879	X X X
BANK OF KANSAS	SOUTH HUTCHINSON, KS	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
BORREGO SPEINGS BANK										
NA	LA MESA, CA	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
BUSINESS FIRST BANK	BATON ROUGE, LA	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
CENTRAL BANK OF LAKE										
OF OZARKS	OSAGE BEACH, MO	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
EMPIRE NATIONAL BANK	ISLANDIA, NY	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
EVERBANK	JACKSONVILLE, FL	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
FIRST COMMUNITY BANK	GLASGOW, MT	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
FIRST STATE BANK	UNION CITY, TN	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
FLAGSTAR BANK	FSB, TROY	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
HILLS BANK AND TRUST										
COMPANY	HILLS, IA	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
HYED PARK BANK	CHICAGO, IL	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
INDEPENDENT BANK	McKINNEY, TX	12/08/2010		0.016	923		235,941	236,249	236,558	X X X

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month			9
							During Current Quarter			
					Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	
Depository			Code	Rate of Interest			First Month	Second Month	Third Month	*
LYDIAN PRIVATE BANK	PALM BEACH, PL	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
OAKSTAR BANK	SPRINGFIELD, MO	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
ORANGE COUNTY TRUST COMPANY	MIDDLETOWN, NY	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
PRAIRIE COMMUNITY BANK	MARENGO, IL	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
THE BANK OF ELK RIVERE THE BRAND BANKING COMPANY	ELK RIVER, MN	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
TOWN BANK	LAWRENCEVILLE, GA	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
TRANSPECOS BANKS	DELAFIELD, WI	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
WEST BANK	PECOS, TX	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
YADKIN VALLEY BANK & TRUST COMPANY	WEST DES MONIES, IA	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
SYCAMORE BANK	ELKIN, NC	12/08/2010		0.016	923		235,941	236,249	236,558	X X X
BRENTWOODBANK	SENATOBIA, MS	12/08/2010		0.016	812		207,577	207,848	208,119	X X X
MUTUAL OF OMAHA BANK	BETHEL PARK, PA	12/08/2010		0.016	367		93,724	93,846	93,969	X X X
DECATUR FIRST BANK	OMAHA, NE	12/08/2010		0.016	286		73,063	73,159	73,254	X X X
NORTHWEST BANK	DECATUR, GA	12/08/2010		0.016	149		38,156	38,205	38,255	X X X
BANK OF MONTGOMERY	LAKE OSWEGO, OR	12/08/2010		0.016	122		31,191	31,231	31,272	X X X
FIFTH THIRD BANK	MONTGOMERY, LA	07/29/2010	C	0.010		648	247,466	247,466	247,466	X X X
FOUR OAKS BANK AND TRUST	CINCINNATI, OH	07/29/2010	C	0.012		709	247,227	247,227	247,227	X X X
AMERICAN NATIONAL BANK	FOUR OAKS, NC	07/29/2010	C	0.010		370	148,551	148,551	148,551	X X X
MERIDIAN BANK	WICHITA FALLS, TX	07/29/2010	C	0.010		617	247,585	247,585	247,585	X X X
GREYSTONE BANK	BERWYN, PA	07/29/2010	C	0.010		452	148,551	148,551	148,551	X X X
SEASIDE NATIONAL BANK AND TRUST	RALEIGH, NC	07/29/2010	C	0.010		617	247,585	247,585	247,585	X X X
COMMUNITY WEST BANK	ORLANDO, FL	07/29/2010	C	0.010		370	148,551	148,551	148,551	X X X
TRANSPORTATION ALLIANCE BANK	GOLE GOLETA, CA	07/29/2010	C	0.009		334	148,695	148,695	148,695	X X X
FIRST AMERICAN BANK	OGDEN, UT	08/13/2010	C	0.012		591	197,635	197,635	197,635	X X X
WEST POINT BANK	GREENWOOD VILL, CO	12/07/2010	C	0.010		469	198,138	198,138	198,138	X X X
BANK OF MARION	OSHKOSH, WI	12/07/2010	C	0.010		370	148,531	148,531	148,531	X X X
BUCKS CNTY BANK	MARION, IL	12/09/2010	C	0.008		525	247,904	247,904	247,904	X X X
FED SAVINGS BANK	WARMINISTER, PA	12/09/2010	C	0.008		525	247,904	247,904	247,904	X X X
M&T BANK NATL ASSOC	MEMPHIS, TN	12/09/2010	C	0.009		334	148,669	148,669	148,669	X X X
BEAL BANK	OAKFIELED, NY	12/09/2010	C	0.008		525	247,904	247,904	247,904	X X X
ADAMS NATL BANK	Mc Lean, VA	03/09/2011	C	0.004		55			250,003	X X X
CARDINAL BANK	WASHINGTON, DC						255,372	255,106	154,907	X X X
BANK OF AMERICA	WASHINGTON DC				42,074		(4,059,058)	(4,872,960)	(1,482,433)	X X X
URBAN TRUST BANK	WASHINGTON DC				1		127,415	524,767	565,676	X X X
	WASHINGTON DC			0.039			18,280	18,280	18,280	X X X
0199998 Deposits in0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories			X X X	X X X						X X X
0199999 Totals - Open Depositories			X X X	X X X	117,715	7,513	15,552,017	15,160,733	18,767,174	X X X
0299998 Deposits in0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories			X X X	X X X						X X X
0299999 Totals - Suspended Depositories			X X X	X X X						X X X
0399999 Total Cash On Deposit			X X X	X X X	117,715	7,513	15,552,017	15,160,733	18,767,174	X X X
0499999 Cash in Company's Office			X X X	X X X	X X X	X X X	800	800	800	X X X
0599999 Total Cash			X X X	X X X	117,715	7,513	15,552,817	15,161,533	18,767,974	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
8399999 Subtotals - Bonds							
Sweep Accounts							
U.S. Treasury Bill - Cardinal Bank		06/30/2010 ..	0.000	07/31/2010 ..	496,084		1,430
US TREASURY - Cardinal Bank		06/30/2010 ..	0.000	07/31/2010 ..	19,156		6
US TREASURY - Cardinal Bank		06/30/2010 ..	0.000	07/31/2010 ..	2,524,173		221
US TREASURY - Cardinal Bank		06/30/2010 ..	0.000	07/31/2010 ..	32,983		
8499999 Sweep Accounts					3,072,396		1,657
8599999 Other Cash Equivalents							
8699999 Total - Cash Equivalents					3,072,396		1,657



MEDICARE PART D COVERAGE SUPPLEMENT
Net of Reinsurance
For the Quarter Ended June 30, 2010

NAIC Group Code:

NAIC Company Code: 95748

		Individual Coverage		Group Coverage		5 Total Cash
		1 Insured	2 Uninsured	3 Insured	4 Uninsured	
1.	Premiums Collected		X X X		X X X	
2.	Earned Premiums		X X X		X X X	X X X
3.	Claims Paid		X X X		X X X	
4.	Claims Incurred		X X X		X X X	X X X
5.	Reinsurance Coverage and Low Income Cost Sharing - Claims	N O N E				
	Paid Net of Reimbursements Applied (a)			X X X		
6.	Aggregate Policy Reserves - change				X X X	X X X
7.	Expenses Paid				X X X	
8.	Expenses Incurred		X X X		X X X	X X X
9.	Underwriting Gain or Loss		X X X		X X X	X X X
10.	Cash Flow Results	X X X	X X X	X X X	X X X	

(a) Uninsured Receivable/Payable with CMS at End of Quarter: \$.....0 due from CMS or \$.....0 due to CMS

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